

FDIC State Profile

South Dakota

Third Quarter 2018

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (change from year ago, unless noted)	Q3-18	Q2-18	Q3-17	2017	2016
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.1%	1.4%	0.2%	0.5%	0.9%
Manufacturing (10%)	3.8%	4.3%	3.2%	2.2%	-1.0%
Other (non-manufacturing) Goods-Producing (5%)	6.2%	1.7%	-5.0%	-1.6%	2.8%
Private Service-Providing (66%)	1.7%	0.9%	0.0%	0.2%	1.0%
Government (18%)	1.1%	1.3%	1.0%	1.1%	0.9%
Unemployment Rate (% of labor force, seasonally adjusted)	3.0%	3.3%	3.4%	3.3%	3.0%
Other Indicators (change from year ago, unless noted)	Q3-18	Q2-18	Q3-17	2017	2016
Single-Family Home Permits	-0.3%	-9.3%	0.2%	8.2%	19.9%
Multifamily Building Permits	-20.1%	7.3%	34.7%	-19.5%	53.0%
Home Price Index	5.2%	4.3%	6.3%	5.9%	4.7%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	1.20	1.28	1.19	1.15	1.22

BANKING TRENDS

General Information	Q3-18	Q2-18	Q3-17	2017	2016
Institutions (#)	66	68	69	68	70
Total Assets (in millions)	3,142,859	3,133,990	3,206,000	3,193,769	3,134,077
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions	34	35	37	36	37
Asset Quality	Q3-18	Q2-18	Q3-17	2017	2016
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.21	1.08	1.05	0.93	0.83
Noncurrent Loans / Total Loans (median %)	0.55	0.39	0.30	0.44	0.42
ALLL/Total Loans (median %)	1.29	1.30	1.27	1.29	1.30
ALLL/Noncurrent Loans (median multiple)	1.77	2.02	2.23	2.22	2.17
Net Loan Losses / Total Loans (median %)	0.02	0.01	0.00	0.07	0.05
Capital / Earnings	Q3-18	Q2-18	Q3-17	2017	2016
Tier 1 Leverage (median %)	11.58	11.33	11.10	10.96	10.84
Return on Assets (median %)	1.39	1.30	1.37	1.17	1.10
Pretax Return on Assets (median %)	1.74	1.50	1.60	1.45	1.49
Net Interest Margin (median %)	4.17	4.07	3.96	3.89	3.87
Yield on Earning Assets (median %)	5.01	4.85	4.62	4.49	4.37
Cost of Funding Earning Assets (median %)	0.81	0.67	0.53	0.51	0.42
Provisions to Avg. Assets (median %)	0.09	0.14	0.15	0.15	0.11
Noninterest Income to Avg. Assets (median %)	0.61	0.56	0.44	0.50	0.49
Overhead to Avg. Assets (median %)	2.68	2.66	2.57	2.70	2.69
Liquidity/Sensitivity	Q3-18	Q2-18	Q3-17	2017	2016
Net Loans to Assets (median %)	72.70	71.95	71.54	71.30	66.63
Noncore Funding to Assets (median %)	10.97	10.01	10.97	9.47	8.64
Long-term Assets to Assets (median %, call filers)	21.26	21.73	20.98	21.31	20.94
Brokered Deposits (number of institutions)	35	33	39	38	37
Brokered Deposits to Assets (median % for those above)	5.73	5.87	6.18	5.93	5.37
Loan Concentrations (median % of Qualifying Total Capital)	Q3-18	Q2-18	Q3-17	2017	2016
Commercial and Industrial	64	66	66	64	66
Commercial Real Estate	64	63	54	58	59
Construction & Development	8	6	6	7	6
Multifamily Residential Real Estate	3	3	2	2	3
Nonresidential Real Estate	52	49	48	49	48
Residential Real Estate	34	32	34	32	32
Consumer	22	23	25	23	22
Agriculture	258	256	255	266	272

BANKING PROFILE

Largest Deposit Markets (from 2018 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Sioux Falls, SD	37	585,149	< \$100 million	28 (42.4%)
Sioux City, IA-NE-SD	35	4,280	\$100 million to \$250 million	14 (21.2%)
Rapid City, SD	12	2,812	\$250 million to \$1 billion	13 (19.7%)
			\$1 billion to \$10 billion	7 (10.6%)
			> \$10 billion	4 (6.1%)